

## Background

On January 10, 2002, Governor Gray Davis submitted to the Legislature his proposed budget for Fiscal Year (FY) 2002-03. This agenda item is intended to advise Commissioners of the salient points of the Commission's portion of the budget.

## Summary

### Proposed Budget (Dollars in Thousands)

	FY 2001-02	FY 2002-03	Difference	Percentage Change
<b>Total Budget</b>	\$88,838	\$72,440	-\$16,398	-18.5%
<b>State Operations</b>	30,511	26,199	-4,312	-14.1%
<b>Local Assistance</b>	58,327	46,241	-12,086	-20.7%
<b>Positions</b>	196.4	193.5	-2.9	-1.5%

## Budget Highlights

### *Governor's Proposed Reductions:*

#### **2001-02 (Current Year)**

##### State Operations

- \$168,000 General Fund reduction primary in operating expenses and equipment.

#### **2002-03 (Budget Year)**

##### State Operations

- \$189,000 General Fund reduction primary in operating expenses and equipment.

##### Local Assistance

- \$10.8 million General Fund reduction in the Pre-Intern/Intern, Paraprofessional, and Math Initiative Programs.

**Note:** The Beginning Teacher Support and Assessment Program, co-administered by the Department of Education, has a proposed General Fund reduction of \$20 million in both FY 2001-02 and FY 2002-03.

### *Commission-Initiated Budget Change Proposal:*

- \$1.498 million from the Teacher Credentials Fund for the third-year costs of the Teacher Credentialing Service Improvement Project.

The attached chart denotes the various details as presented above in the Budget Highlights.

Staff is available to answer any questions the Commissioners may have.

**Commission on Teacher Credentialing  
Proposed 2002-03 Governor's Budget Actions**

<b>Fiscal Year <sup>1/</sup></b>	<b>Actions</b>	<b>Dollars</b>	<b>Funding Source</b>
	<b>Budget Change Proposals:</b>		
2002-03	Approved--Teacher Credentialing Service Improvement Project (Third Year Funding)	\$1,498,000	Teacher Credentials Fund
2002-03	Denied--Augmentation for credit/debit card transaction fees	--	--
2002-03	Denied--Staffing to address increased workload in the Division of Professional Practices	--	--
	<b>Local Assistance Program Reductions:</b>		
2002-03	Alternative Certification (Intern) Program/Pre-Intern Program	\$6,200,000	General Fund-Proposition 98
2002-03	Paraprofessional Teacher Training Program	\$4,000,000	General Fund-Proposition 98
2002-03	Mathematics Initiative for Teaching Program	\$600,000	General Fund-Proposition 98
2001-02 / 2002-03	Beginning Teacher Support and Assessment Program (Co-Administered by the Department of Education)	\$20,000,000 (\$40,000,000 over two years)	General Fund-Proposition 98
	<b>Other Reductions:</b>		
2001-02	Control Section 3.90	\$78,000	General Fund
	Teacher Credential Fee Buyout	(\$74,664)	
	Paraprofessional/Fellowships (Support)	(\$3,336)	
2001-02 / 2002-03	10 Percent GF Operating Expenses and Equipment	\$167,600	General Fund
	Teacher Credential Fee Buyout	(\$165,000)	
	Paraprofessional/Fellowships (Support)	(\$2,600)	
2002-03	15 Percent GF Reduction Per Governor's Order 10/11/01	\$21,000	General Fund
	Paraprofessional (Support)	(\$9,000)	
	Fellowships (Support)	(\$12,000)	

<sup>1/</sup> Fiscal year 2001-02 denotes current year actions, and fiscal year 2002-03 denotes budget year actions.